SUMMARY ANALYSIS OF AMENDED BILL

Author: Migden	Analyst: Norm Catelli		Bill Number: AB 2791
Related Bills: See Prior Analysis	Telephone: 845-5117	Amended Date: 04-24-2002	
	Attorney: Patrick Kusiak	Sponsor:	

SUBJECT: Notice to Pay Annual Tax/Extend to More Entities

X	DEPARTMENT AMENDMENTS ACCEPTED. Amendments reflect suggestions of previous analysis of bill as amended APRIL 1, 2002.
	AMENDMENTS IMPACT REVENUE. A new revenue estimate is provided.
	AMENDMENTS DID NOT RESOLVE THE DEPARTMENT'S CONCERNS stated in the previous analysis of bill as introduced/amended _____.
	FURTHER AMENDMENTS NECESSARY.
	DEPARTMENT POSITION CHANGED TO _____.
X	REMAINDER OF PREVIOUS ANALYSIS OF BILL AS AMENDED APRIL 1, 2002. STILL APPLIES.
	OTHER - See comments below.

SUMMARY

This bill would require the following:

- That the Secretary of State (SOS) notify certain business entities about the obligation to pay an annual tax at the time the entity is created or registered in this state, and
- That the Franchise Tax Board (FTB) notify certain business entities about the obligation to pay an annual tax until the existence of the business entity is properly ended or the business entity's registration is properly cancelled.

SUMMARY OF AMENDMENTS

The April 24, 2002, amendments would:

- Require the SOS to provide foreign limited partnerships, limited liability partnerships, and limited liability companies with the same notification they provide to domestic LPs, LLPs, and LLCs,
- Correct one typographical error, and
- Revise one misleading reference.

These amendments resolve the department's technical considerations expressed in the analysis dated April 9, 2002.

Board Position:			Legislative Director	Date
____ S	____ NA	____ NP		
____ SA	____ O	____ NAR	Brian Putler	5/9/02
____ N	____ OUA	__X__ PENDING		

POSITION

Pending.

LEGISLATIVE STAFF CONTACT

Norman Catelli	Brian Putler
Franchise Tax Board	Franchise Tax Board
845-5117	845-6333